

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	16236	Agenda Number	65.
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Meeting Date:	June 28, 2012
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Department:	Purchasing
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Subject

Authorize award and execution of a 24-month service requirements agreement with WASTE MANAGEMENT OF TEXAS, INC., or one of the other qualified bidders to IFB-BV No. SDC0174, for residential refuse dumpster collection services for the Austin Resource Recovery Department in an estimated amount not to exceed \$644,648, with three 12-month extension options in an estimated amount not to exceed \$322,324 per extension option, for a total estimated contract amount not to exceed \$1,611,620.

Amount and Source of Funding

Funding in the amount of \$107,441 is available in the Fiscal Year 2011-2012 Operating Budget of the Austin Resource Recovery Department (ARR). Funding for the remaining 20 months of the original contract period and for the extension options is contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Best evaluated bid received.
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Prior Council Action:	
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For More Information:	Steve Cocke, Buyer II, 974-2003
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Boards and Commission Action:	
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Related Items:	
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MBE / WBE:	This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.
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Additional Backup Information

This contract with Waste Management of Texas, Inc., Austin, TX is for Residential Dumpster Collection Services to collect solid waste generated by residential four-plex and duplex customers located in the City of Austin Metropolitan Area. The contractor will also provide bulky item collection and area clean-up service.

MBE/WBE solicited: 11/1

MBE/WBE bid: 0/0

BID TABULATION

IFBBV SDC0174

RESIDENTIAL REFUSE DUMPSTER COLLECTION SERVICES

(52 Line Items)

<u>VENDOR</u>	<u>TOTAL BID</u>
Waste Management, Inc. Austin, TX	\$322,323.78
BFI Waste Services of Texas LP Del Valle, TX	\$345,687
Texas Disposal Systems Inc. Buda, TX	\$371,092

This request allows for the execution of a contract with a bidder, who provides the best value to the City, that Council selects. If this bidder does not execute a contract with the City, staff will return to Council so that Council may select another best value bidder and authorize a contract with this bidder.

PRICE ANALYSIS

- a. Adequate competition
- b. Eighty six notices were sent, including 11 MBE and 1 WBE firms. Three bids were received, with no responses from the MBE/WBEs.
- c. The pricing offered represents an 23% increase to the last contract award in May 2007. This increase can be attributed to the increase in fuel costs and the industry rates.

APPROVAL JUSTIFICATION

- a. The recommended bidder submitted the lowest total price offer and earned the highest overall score for the Invitation for Bid Best Value.
- b. The Purchasing Office concurs with Austin Resource Recovery Department's recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.